



November 22, 2019

Joint Legislative Committee on Local Government
Attention: Committee Chairs, Committee Ass't
North Carolina General Assembly
16 West Jones St.
Raleigh, NC 27601

Fiscal Research Division
Attention: Director
North Carolina General Assembly
300 North Salisbury St., Suite 610
Raleigh, NC 27603

**Notice to the Joint Legislative Committee on Local Government
Concerning Proposed Financing by the City of Statesville NC**

To the Committee:

As finance officer of the City of Statesville, North Carolina, I am providing this notice in accordance with N.C. Gen. Stat. Section 120-157.2 of a proposed local government capital project that requires approval of the North Carolina Local Government Commission and requires debt to be issued in an amount exceeding \$1,000,000. The following is additional information concerning the proposed financing.

Project description – Construction and equipping of a new municipal service building to be located at or in the vicinity of 1809 Shelton Ave. in Statesville NC to be used as a police headquarters by the City police department

LGC meeting for consideration – January 7, 2020 or February 4, 2020

Estimated amount to be financed – Not to exceed \$11,000,000

Type of financing – Installment financing under Section 160A-20

Description of other sources of financing – The City expects that the amount borrowed will substantially pay all the costs of the project.

Estimated financing term – The City expects a financing term of 20 years, which essentially approximates the expected useful life of the property being financed.

Estimated interest rate – Under current market conditions, the City expects a true interest cost of the financing of approximately 2.93%.

Expected source of repayment – Property Tax Increase not to exceed 3 cents

Please advise to any questions or comments for me about this proposed financing. Thank you in advance for your consideration of our matter.

Very truly yours,

A handwritten signature in black ink, appearing to read "Chris Tucker", with a long horizontal flourish extending to the right.

Christopher M Tucker
Finance Director
City of Statesville NC

cc: Biff McGilvray, Local Government Commission
Costi Kutteh, Mayor, Statesville NC
Ron Smith, City Manager, Statesville NC
Ralph Staley, Asst. City Manager, Statesville NC
Leah Messick, General Counsel, Statesville NC